



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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October 4, 1993

CERTIFIED RETURN RECEIPT
P 074 978 878

Mr. Ron Ryan
Environmental Coordinator
SF Phosphates Ltd. Company
9401 North Highway 191
Vernal, Utah 84078-7802

Re: Reclamation Surety & Reclamation Contract, SF Phosphates
Ltd. Company (SF), Vernal Phosphate Operations, M/047/007,
Uintah County, Utah

Dear Mr. Ryan:

I am writing to inquire about the status of the replacement reclamation surety and the new reclamation contract. From January through March 1993 we were in the process of finalizing both of these items. According to Division files, the last pieces of correspondence in this regard were facsimiles (faxes) of draft versions of the surety bond and the Reclamation Contract. We had several telephone discussions back in March regarding the faxed documents, and it seemed we had both documents nearly complete and ready for signatures at that time. Additional surety information was also faxed to Mr. Kent Smith of Reliance Insurance Company by our Minerals Secretary.

Please provide a written response informing us of the status of both these items, and how SF wishes to proceed in this matter. According to our records the 3.8 million dollar surety posted by Chevron Chemical for this operation is still in place.

Please contact me or Wayne Hedberg if you have any questions or require addition forms.

Sincerely,

Anthony A. Gallegos
Reclamation Engineer

jb
cc: Wayne Hedberg, DOGM (route)
M47-07.sur